



April 27, 2006

TO: Transportation Authority of Marin Commissioners

FROM: Dianne Steinhauser, Executive Director

RE: Review of FY 2004/2005 Audit, Agenda Item 6e

Dear Commissioners:

Executive Summary

TAM's auditor has submitted the draft Basic Financial Statements for the Fiscal Year ending June 30, 2005. The Financial Statement addresses TAM's financial management and overall revenues and expenditures.

Recommendation: Accept Audit.

TAM is required by its Expenditure Plan and by PUC Code 180105(c) to have an annual financial audit conducted. The firm of R.J. Ricciardi was selected by TAM, based on the recommendation of the Citizens' Oversight Committee, to conduct TAM's financial audit for the fiscal year ending June 30, 2005. The audit team has completed their fieldwork and submitted the draft Basic Financial Statements (attached). Fiscal Year 2004/2005 was the first year in which Measure A revenues were received. This audit was reviewed by the Citizen's Oversight Committee at their April 17, 2006 meeting, and the auditor was present to answer questions. The Committee requested that the Financial Statements be further clarified if possible to more clearly indicate sales tax revenues from other TAM revenues.

Recommendation:

Accept Audit.

Attachments:

Basic Financial Statements, June 30, 2005 (DRAFT)